SAN MIGUEL CREEK FIELD

08-1666 and 08-1667

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **OCTOBER 28, 2008**, upon the application of **SWEPI LP**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Cotton Valley Formation**, **Reservoir A and the Haynesville Zone**, **Reservoir A**, in the San Miguel Creek Field, Sabine Parish, Louisiana.

- 1. To establish rules and regulations and to create four (4) drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A.
- 2. To establish rules and regulations and to create four (4) drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To provide that any wells drilled to the Cotton Valley Formation, Reservoir A, within or outside the units created herein, should be located in accordance with the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 5. To provide that any wells drilled to the Haynesville Zone, Reservoir A, within or outside the units created herein, should be located no closer than 330 feet from existing unit lines and no closer than 660 feet from any wells on competitive units.
- 6. To provide that the Commissioner of Conservation should be authorized to reclassify the Cotton Valley Formation, Reservoir A and Haynesville Zone, Reservoir A, by Supplemental Order without the necessity of a public hearing if the producing characteristics of such reservoirs change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation
- 7. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A is hereby defined as being the stratigraphic equivalent of that gas and condensate bearing formation encountered between the depths of 10,280' and 11,900' (electrical log measurements) in the SWEPI LP-Olympia Minerals 26 No. 1 Well, located in Section 26, Township 9 North, Range 12 West.

The Haynesville Zone, Reservoir A is hereby defined as being the stratigraphic equivalent of that gas and condensate bearing formation encountered between the depths of 11,900' and 13,395' (electrical log measurements) in the SWEPI LP- Olympia Minerals 26 No. 1 Well, located in Section 26, Township 9 North, Range 12 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 9/23/08;9/26/08 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.